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February 27, 2019

Mike Hybl, Executive Director
Nebraska Public Service Commission
1200 N Street, 300 Atrium
Lincoln, NE 68508

Dear Mr. Hybl:

Pursuant to Section 54 of LB790 and the Commission's September 9, 2003 Order in Docket No. NG-004, Black Hills/Nebraska Gas Utility Company, LLC d/b/a Black Hills Energy ("Black Hills Energy" or Company"), submits the Twenty-Fourth Revised Sheet No. 49, which details the factors in the Gas Cost Adjustment for each of Black Hills Energy's rate areas.

The attached confidential computations are submitted in support of the gas supply cost adjustments affecting volumes delivered to Black Hills Energy's customers on or after March 1, 2019. The attached Schedule A – All Rate Areas reflects spot market and gas purchase costs effective March 1, 2019. The total impact on the Gas Cost Adjustment is as follows:

	<u>Incr/(Decr)</u> <u>\$/Therm</u>
All Rate Areas	(\$0.03096)

Additionally, Black Hills Energy submits Second Revised Sheet No 50, effective November 1, 2018. The Annual Price Option cost of gas was revised effective November 1, 2018 according to the method on Sheets 47-48, however, Second Revised Sheet No. 50 was inadvertently omitted from the Company's October 30, 2018 gas cost adjustment filing.

If you have any questions, please feel free to contact me.

Sincerely,

Nancy Vernon
Enclosures

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**COST RECOVERY MECHANISMS
PURCHASED GAS COST ADJUSTMENT (PGA)
CURRENT GAS COST ADJUSTMENT FACTORS - TSS**

As provided in the Gas Cost Adjustment Clause, the following adjustments(s) will be made to the applicable Traditional Sales Service rate schedules:

Monthly GCA Factors Effective March 1, 2019 through March 31, 2019:

	(a) Gas Cost Component (\$/Therm)	(b) Gas Cost Reconciliation (\$/Therm)	(c) Refunds (\$/Therm)	(a)+(b)+(c) Total GCA (\$/Therm)
<u>RATE AREA ONE</u>	<u>\$ 0.41195</u>	<u>\$.00063</u>	<u>\$ 0.00000</u>	<u>\$ 0.41258</u>
<u>RATE AREA TWO</u>	<u>\$ 0.41195</u>	<u>\$.00063</u>	<u>\$ 0.00000</u>	<u>\$ 0.41258</u>
<u>RATE AREA THREE</u>	<u>\$ 0.41195</u>	<u>\$.00063</u>	<u>\$ 0.00000</u>	<u>\$ 0.41258</u>

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**COST RECOVERY MECHANISMS
PURCHASED GAS COST ADJUSTMENT (PGA)
CURRENT GAS COST ADJUSTMENT FACTORS - APO**

As provided in the Gas Cost Adjustment Clause, the following adjustments(s) will be made to the applicable Annual Price Option Sales Service rate schedules:

Annual GCA Factors Effective November 1, 2018 through October 31, 2019:

	(a) Gas Cost Component (\$/Therm)	(b) Gas Cost Reconciliation (\$/Therm)	(c) Refunds (\$/Therm)	(a)+(b)+(c) Total GCA (\$/Therm)
RATE AREA ONE	\$ 0.43037	\$(0.02580)	\$ 0.00000	\$ 0.40457
RATE AREA TWO	\$ 0.43037	\$(0.02580)	\$ 0.00000	\$ 0.40457
RATE AREA THREE	\$ 0.43037	\$(0.02580)	\$ 0.00000	\$ 0.40457

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